

STRUCTURED FINANCE

Performance Overview

Sarwa Securitization Company S.A.E. (SSC) – 30th Issue 2019-2024

Auto Receivables/Egypt

KEY TRANSACTION DATA	
POOL CUT-OFF DATE: March 1, 2019	Deal Closing Date: April 2019
CONTACTS:	Issuer: Sarwa Securitization Company S.A.E.
Miglena Spasova, CFA Senior Risk Rating Analyst (202) 3749-5616 miglena.spasova@merisratings.com	Seller (s) /Originator (s): Contact Auto Credit (CAC), Bavarian–Contact Car Trading (BCCT), Star Auto Credit (Star), Contact Egyptian International Motor Credit (CEIM), Ezz El Arab-Contact Financial (ECF), and Modern Finance (Modern)
Radwa Weshahy Risk Rating Analyst (202) 3749-5616 radwa.weshahy@merisratings.com	Servicer: Contact Auto Credit (CAC)
	Custodian & Back-up Servicer: Arab African International Bank (AAIB) (Long-Term Foreign Currency Rating 'B+' by Capital Intelligence, Dec. 2018)
	Underwriters: Arab African International Bank (AAIB), Banque Misr, Ahli United Bank, Commercial International Bank (CIB)
	Structure Type Class A: Pre-determined amortization schedule
	Class B&C: Pass through amortization schedule
	Pool Currency: EGP
	Pool Reporting Frequency: Monthly
	Last Reporting Date: 31/07/2019
WEBSITE: www.merisratings.com	

PERFORMANCE OVERVIEW AND SPECIFIC COMMENTARY

To date the coupon and principal of the bond have been paid according to schedule. The bond issue is amortizing on a monthly basis, and currently stands at EGP 1,577,663,366, equivalent to 13.7% redemption of the original balance. Given the senior-subordinated structure of the bond, the principal amortization has been directed to class A notes, which currently stand at EGP 472,500,000, or 73.3% of the original balance. In addition, 100% of the prepayments were passed to class B notes as principal amortization. As a result, Class B notes currently stand at EGP 795,163,366, representing 91.1% of the original balance. The asset pool backing the issue has been amortized at 22.1%, and currently equals EGP 1,979,179,384, including EGP 1,349,050,921 of principal, and the balance being interest on the auto finance contracts. According to the structure of the transaction, the issue has a negative carry (the outstanding principal of the bond is higher than the outstanding principal of the asset pool backing the bond) currently in the size of 14.5%, compared to 6.7% at the pool cut-off date.

The above difference in principal outstanding between the bond and the asset pool is covered by the credit enhancement available to the issue in the form of cash surplus account, coupled with the default and liquidity reserve accounts, which were funded as per the terms of the bond structure. The total credit support represents 6.7% of the bond principal outstanding. The principal outstanding under the asset pool plus the total credit support as a percentage of the principal outstanding of the bond stands at 92.2% as of 31/07/2019.

ISSUE DETAILS		COLLATERAL	
<i>In EGP</i>			
Class A Principal - Original	645,000,000	A/R – Original,	2,541,177,977
Class B Principal - Original	873,000,000	A/R - Current*	1,979,179,384
Class C Principal - Original	310,000,000	Principal Outstanding Balance - Original	1,705,020,201
Class A Principal - Outstanding*	472,500,000	Principal Outstanding Balance - Current*	1,349,050,921
Class B Principal - Outstanding*	795,163,366		
Class C Principal - Outstanding*	310,000,000	Number of Contracts - Original	5,426
Interest Rate - Class A	14.56%	Number of Contracts - Current*	4,991
Interest Rate - Class B	15.41%	Average Constant Prepayment Rate	14.2%
Interest Rate - Class C	15.91%		
Frequency	Monthly	Cum. Delinquencies (% of Pool Balance)	
Seasoning (months)	4	30-60 days/Current Pool Balance	0.12%
Maturity	2024	60-90 days/Current Pool Balance	0.02%
Remaining Tenor (months)	55	90+ days/Current Pool Balance	0.01%
Surplus Account Balance	42,391,489	Arrears in Processing**/Current Pool Balance	0.06%
Cash Reserve Accounts (Default & Liquidity)	62,776,637		
Total Credit Support/Bond Principal	6.7%	Cum. Losses (% of Pool Principal)	0.00%

*Current data is as of 31/07/2019.

**Arrears in Processing refer to installments in arrears related to legal cases, repossession of the vehicles, or insured events.

PORTFOLIO AND PERFORMANCE DATA

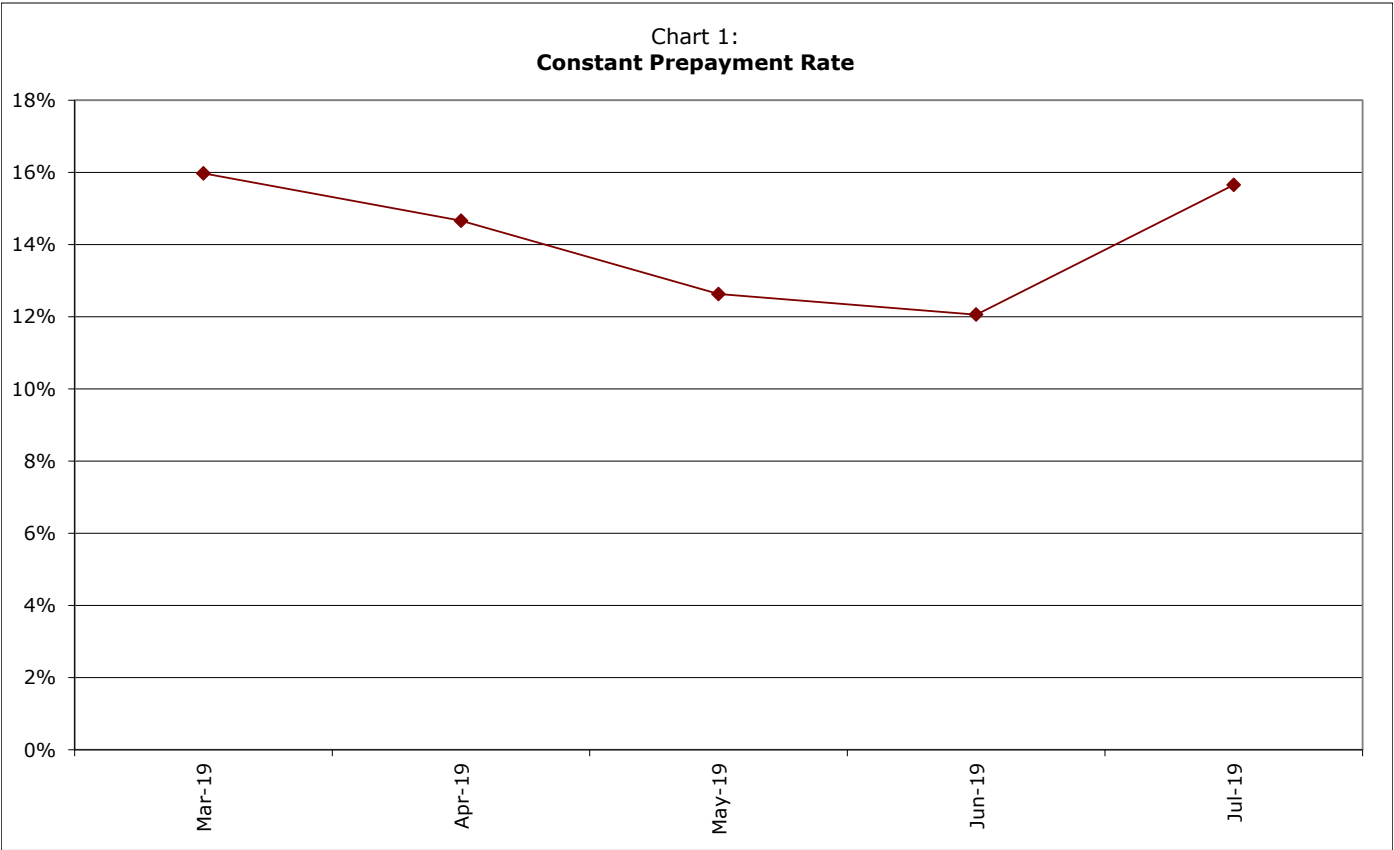
Period	Portfolio Outstanding Amount	Principal Outstanding Amount	# of Contracts	CPR	TRR	Residual Account Balance	Bond Principal Outstanding	Total Credit Support/ Bond Principal Outstanding
At Issuance	2,541,177,977	1,705,020,201	5,426					
Mar-19	2,449,256,847	1,650,708,281	5,426	16.0%	32.2%	0	1,828,000,000	0.0%
Apr-19	2,329,338,869	1,574,181,306	5,248	14.7%	43.4%	31,023,576	1,788,747,744	5.4%
May-19	2,212,227,212	1,499,713,455	5,175	12.6%	44.1%	11,853,634	1,715,227,021	4.4%
Jun-19	2,101,712,373	1,429,060,484	5,080	12.1%	44.0%	19,725,165	1,645,622,435	5.0%
Jul-19	1,979,179,384	1,349,050,921	4,991	15.7%	49.9%	42,391,489	1,577,663,366	6.7%

1. CPR (Constant Prepayment Rate)

CPR Calculation = $1 - (1 - (\text{Current Period Unscheduled Principal Payments} / (\text{Current Period Outstanding Pool Balance} + \text{Unscheduled Principal Payments})))^{\text{reporting frequency}}$ where reporting frequency equals (monthly reporting = 12, quarterly reporting = 4, semi-annual = 2, annual = 1).

2. TRR (Total Redemption Rate)

TRR Calculation = $1 - (1 - (\text{Current Period Total Principal Payments} / (\text{Current Period Outstanding Pool Balance} + \text{Current Period Total Principal Payments})))^{\text{reporting frequency}}$ where reporting frequency equals (monthly reporting = 12, quarterly reporting = 4, semi-annual = 2, annual = 1).



1. CPR (Constant Prepayment Rate)
 CPR Calculation = $1 - (1 - (\text{Current Period Unscheduled Principal Payments} \div \text{Current Period Outstanding Pool Balance plus Unscheduled Principal Payments}))^{\text{reporting frequency}}$ where reporting frequency equals (monthly reporting = 12, quarterly reporting = 4, semi-annual = 2, annual = 1).

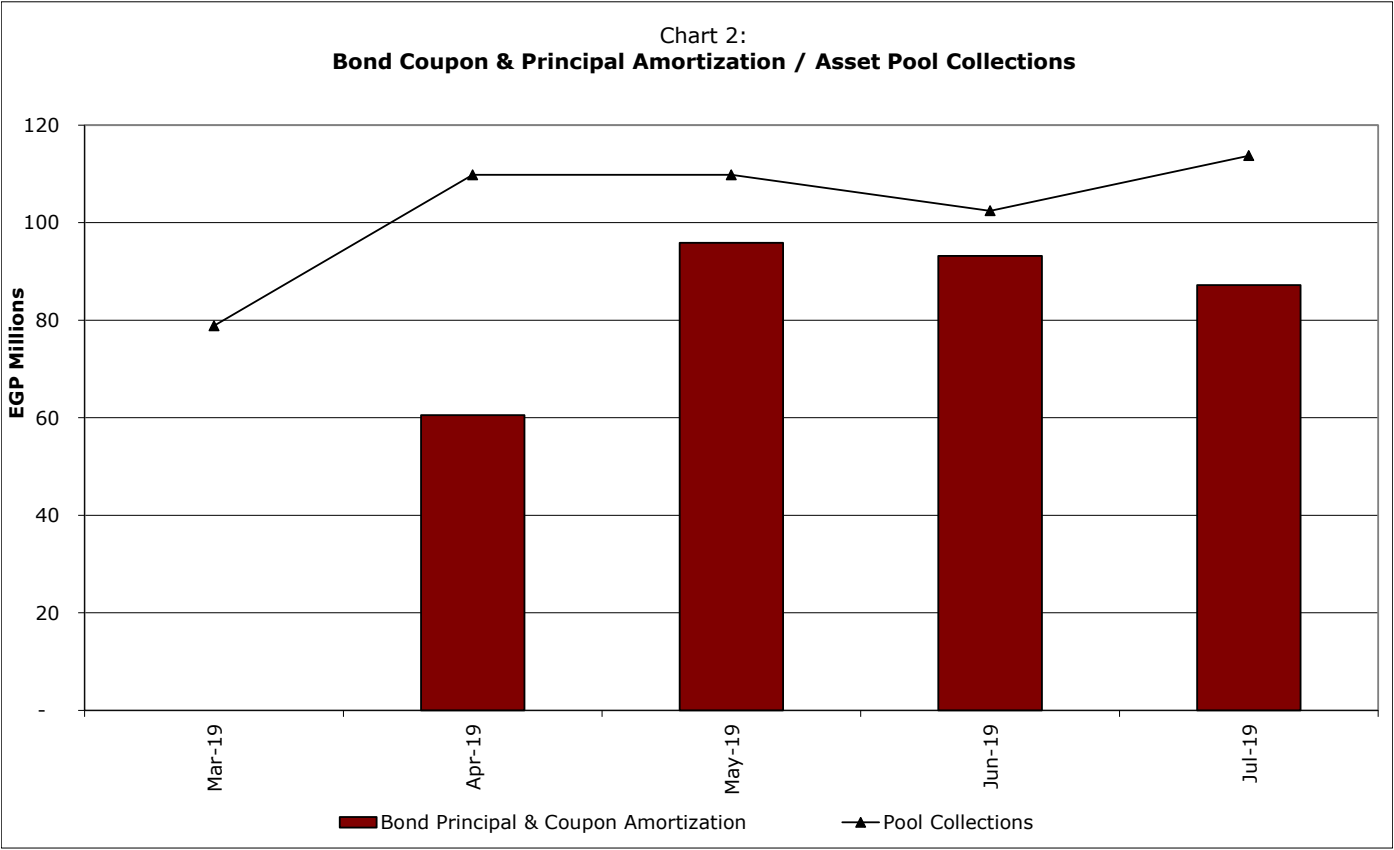


Chart 3:
Pool Cover & Credit Support vs. Bond Principal Outstanding

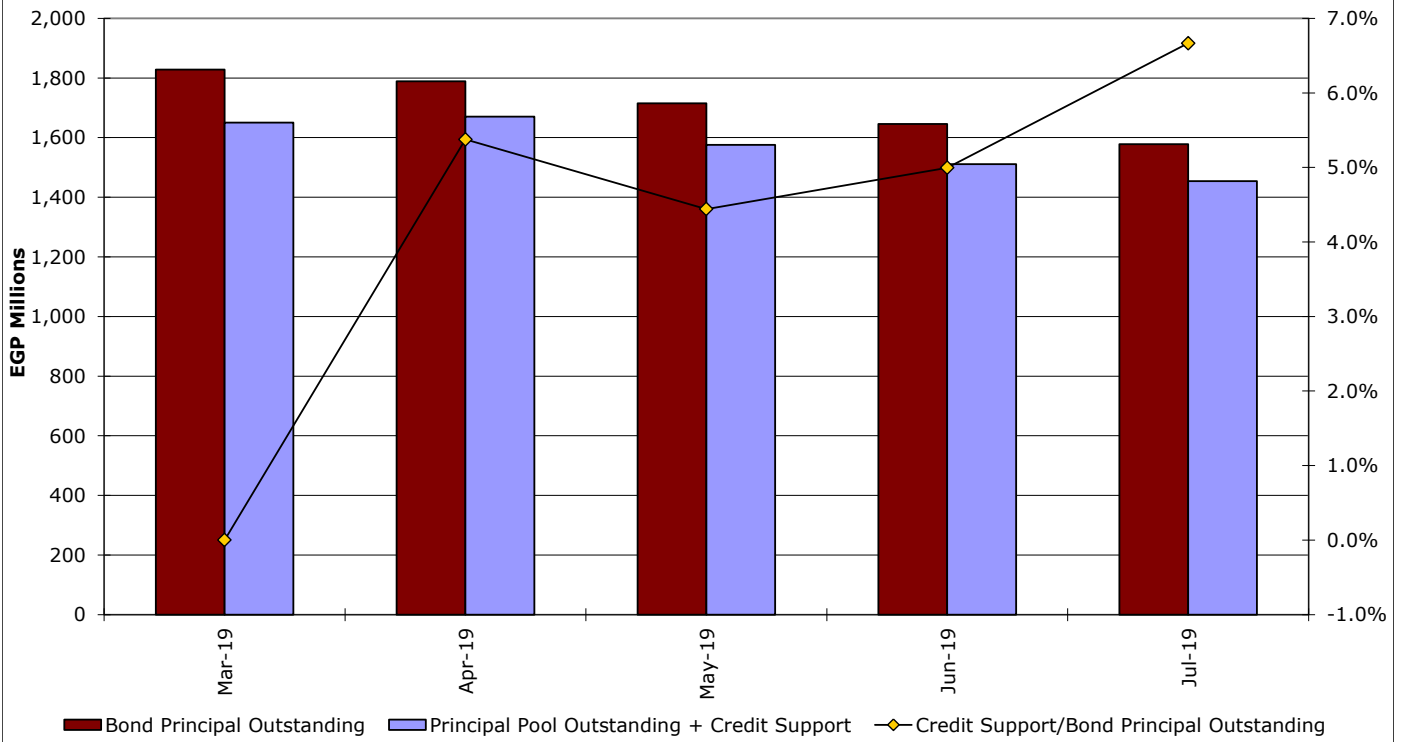


Chart 4:
Total Delinquencies (Above 30 Days) in Nominal Value and as a Percentage of the Total Outstanding Pool Balance

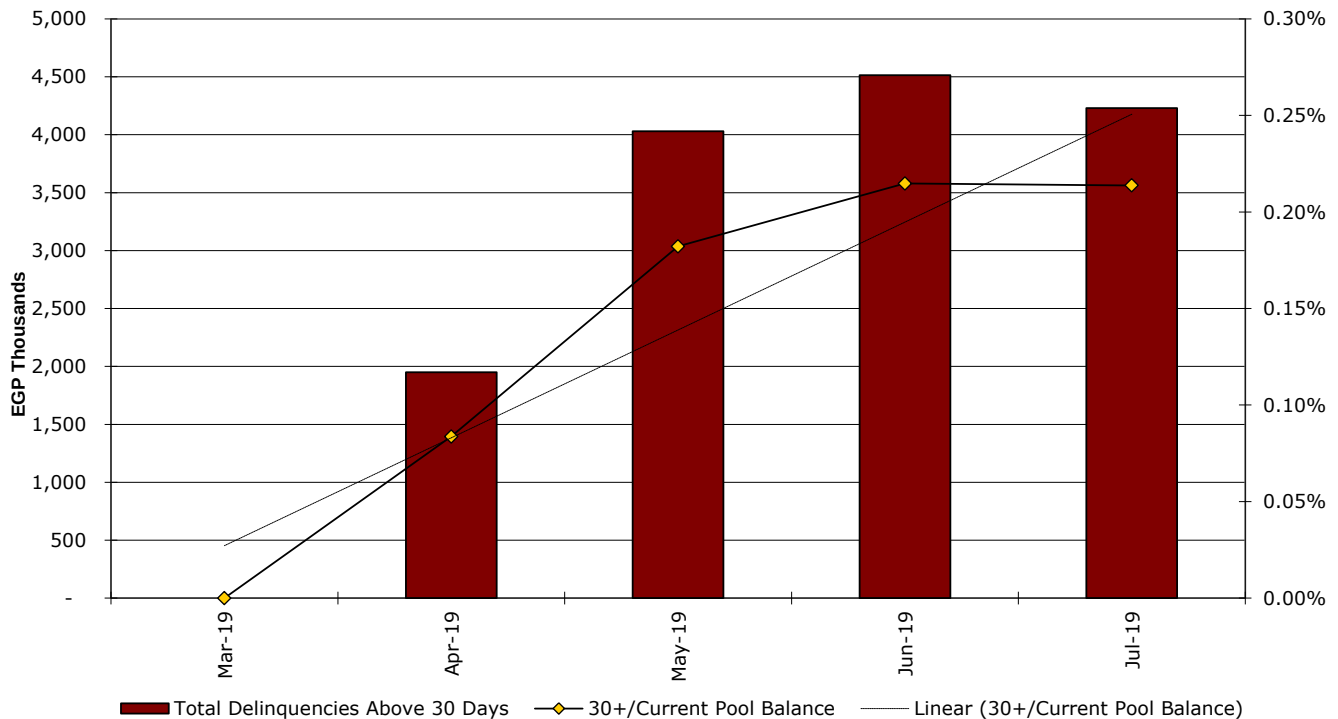
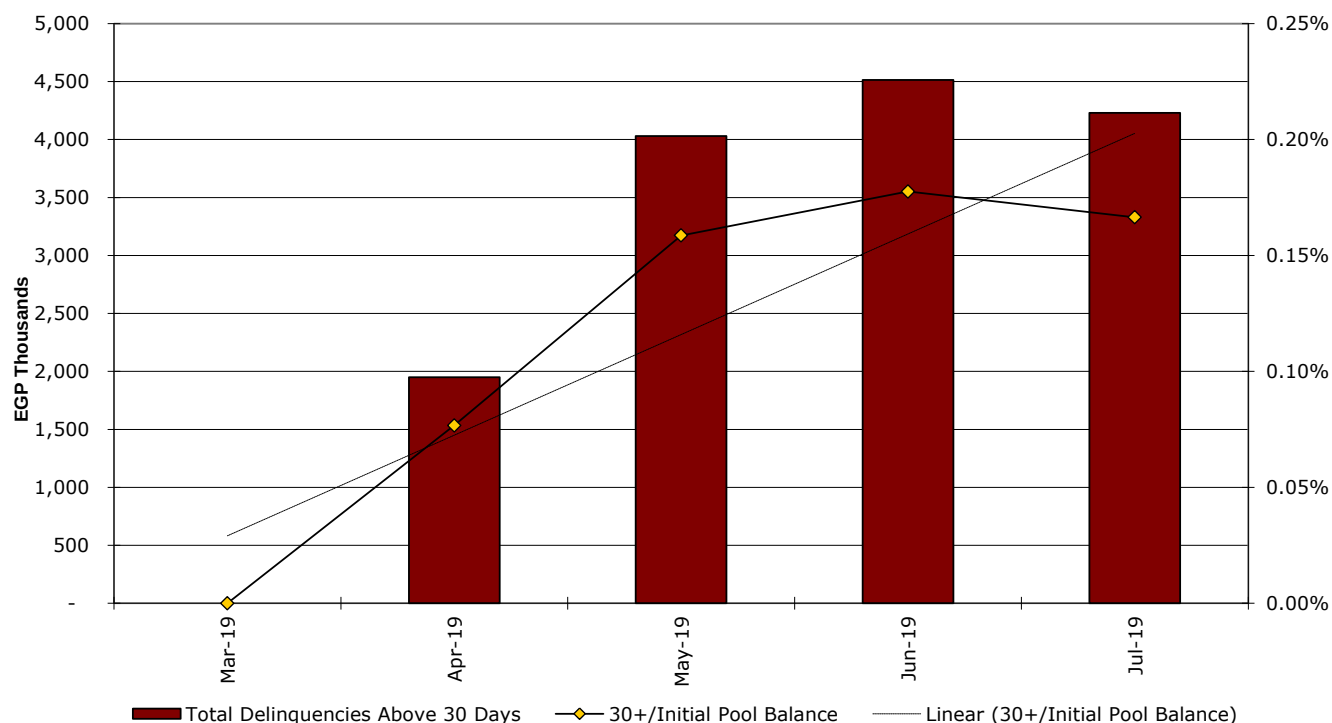


Chart 5:
Total Delinquencies (Above 30 Days) in Nominal Value and as a Percentage of the Initial Pool Balance



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